

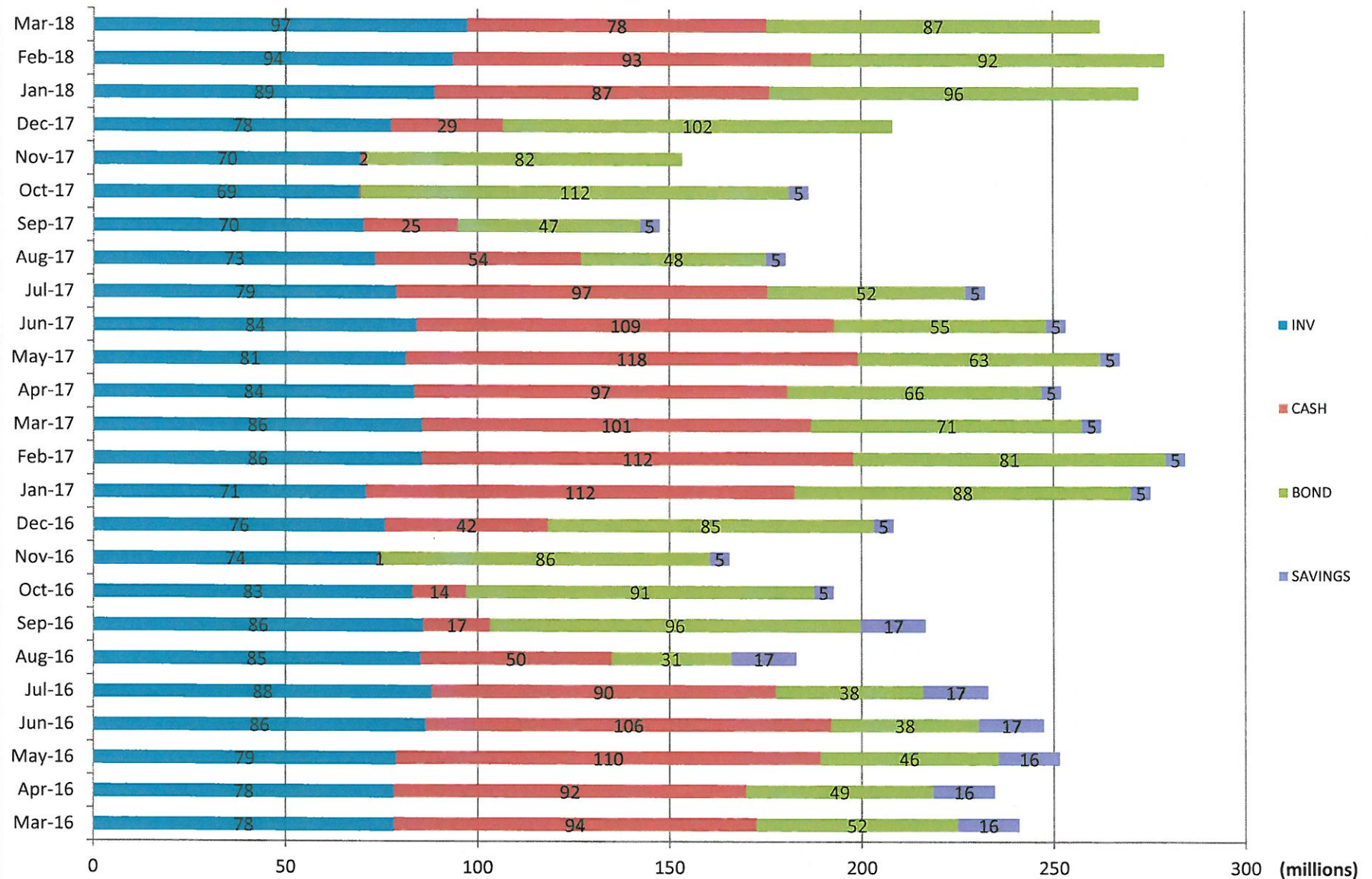
Louisville Metro Investment Council



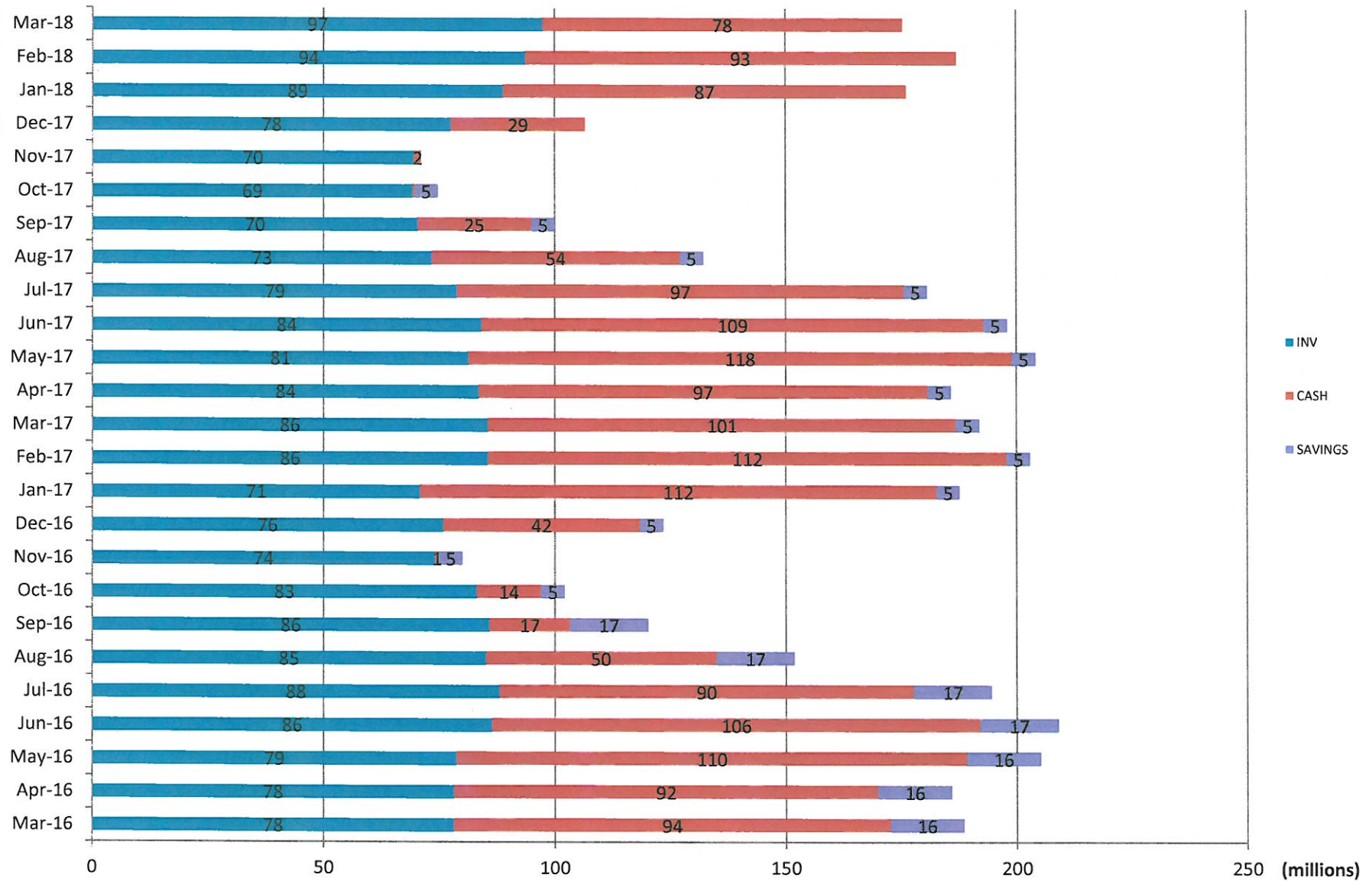
April 5, 2018

PORTFOLIO COMPOSITION

Metro Total Cash Position as of 3/31/18



Metro Cash Position (Excluding Bond Proceeds) as of 3/31/18

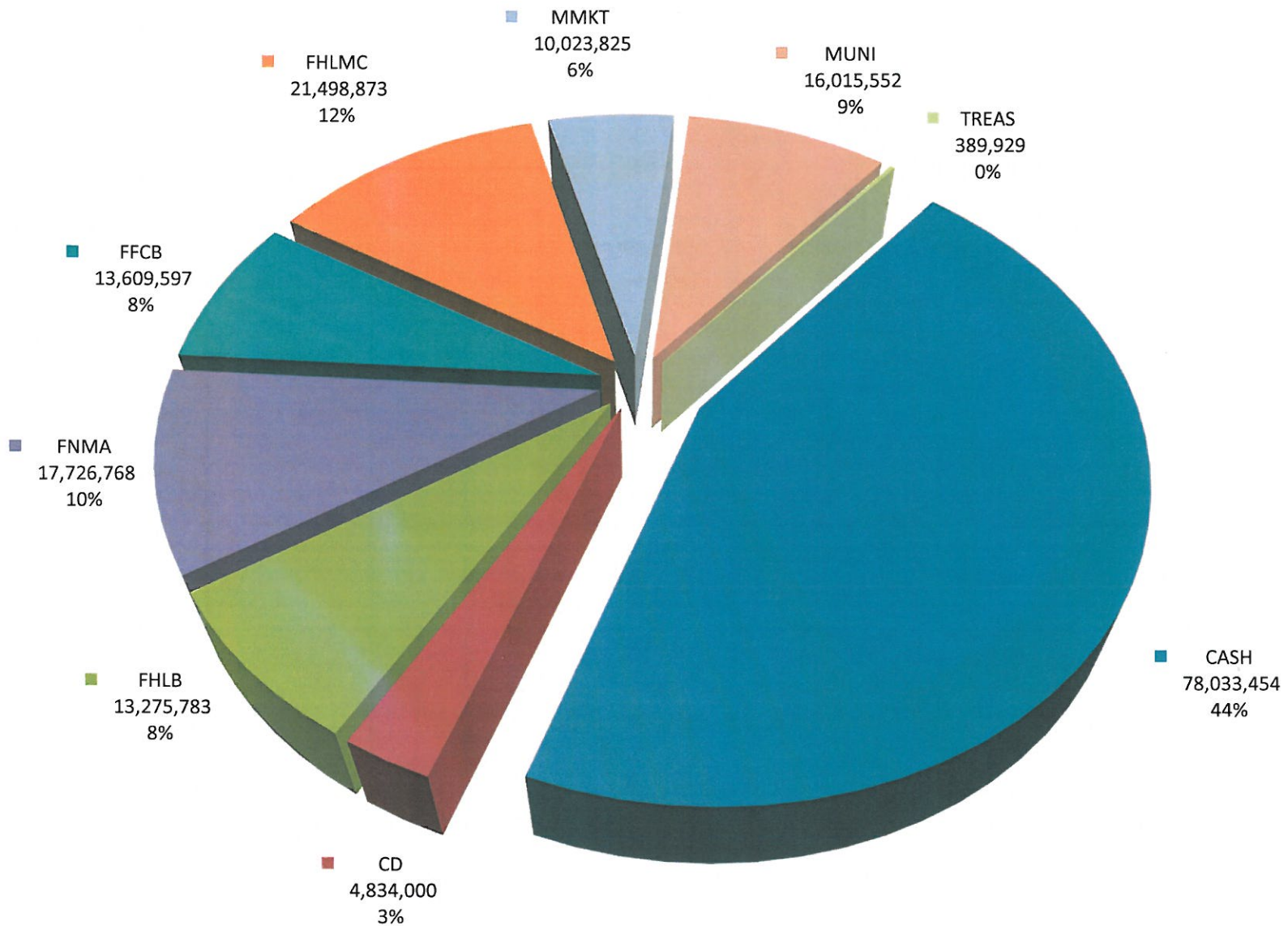


Acc Int / Amort / Mkt Val
Lou / Jeff Cty Metro Finance
Effective Interest - Callable Life
Receipts in Period
3/31/2018

	Invest Number	CUSIP	Security Description	Call Date	Purchase Date	Ending Par Val/Shares	Ending Amor Val/Cost	Ending Market Val	Amortization Purch/Date	PTD Purch Received	Int/Div Rec Purch/Date	Int/Div Accrued Purch/Date	Purch Int + Acc Int
Cash	AR-0035	TARC OPS FED - 4537544	Cash Account	Open	04/02/03	3,347,165.00	3,347,165.00	3,347,165.00	0.00	0.00	0.00	0.00	0.00
	AR-0043	INV CLEAR JPM - 707637716	Cash Account	Open	07/01/06	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	AR-0046	METRO CONC 53- 714868609	Cash Account	Open	09/22/08	71,545,933.04	71,545,933.04	71,545,933.04	0.00	0.00	774,451.76	0.00	0.00
	AR-0047	LAGIT 53 - 714868674	Cash Account	Open	10/01/08	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	AR-0049	REVCOM 53- 7141868757	Cash Account	Open	11/01/08	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	AR-0052	METRO CHASE SAV 2950930897	Cash Account	Open	09/22/10	0.00	0.00	0.00	0.00	0.00	375,896.73	0.05	0.05
	AR-0053	REVCOM CHASE SAV 2950930772	Cash Account	Open	09/14/10	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	AR-0054	METRO SAFEKEEPING - 1050996303	Cash Account	Open	12/30/16	3,140,356.35	3,140,356.35	3,140,356.35	0.00	0.00	0.00	0.00	0.00
	Cash Total					78,033,454.39	78,033,454.39	78,033,454.39	0.00	0.00	1,150,348.49	0.05	0.05
Certificate of Deposit	17-0071	CD423	METRO 0.75 05/07/18	Open	05/07/17	1,000,000.00	1,000,000.00	1,000,000.00	0.00	0.00	6,246.60	479.17	479.17
	17-0074	CD075	METRO 0.75 06/07/18	Open	06/07/17	1,000,000.00	1,000,000.00	1,000,000.00	0.00	0.00	5,609.61	500.00	500.00
	18-0050	772	METRO 1.05 10/07/18	Open	10/06/17	100,000.00	100,000.00	100,000.00	0.00	0.00	434.39	70.00	70.00
	18-0051	YCB 1499	YCB 0.1499 10/23/18	Open	11/23/17	250,000.00	250,000.00	250,000.00	0.00	0.00	123.21	8.33	8.33
	18-0057	02007GAQ6	ALLY BK UTAH 2.25 01/27/20	Open	01/25/18	250,000.00	250,000.00	250,000.00	0.00	0.00	0.00	1,031.25	1,031.25
	18-0058	211163GW4	CONT BANK UTAH 2.10 07/26/21	Open	01/26/18	250,000.00	250,000.00	250,000.00	0.00	0.00	0.00	947.92	947.92
	18-0059	55266CYB6	MB FINL BK ILL 2.35 01/26/22	Open	01/26/18	250,000.00	250,000.00	250,000.00	0.00	0.00	949.66	81.60	81.60
	18-0060	58404DBA8	MEDALLION BK UTAH 2.40 01/26/22	Open	01/26/18	250,000.00	250,000.00	250,000.00	0.00	0.00	969.86	83.33	83.33
	18-0061	857894WJ4	STEARNS BK MINN 2.20 01/26/21	Open	01/26/18	250,000.00	250,000.00	250,000.00	0.00	0.00	889.04	76.39	76.39
	18-0062	27113PCG4	EAST BOSTON SVGS 2.30 07/30/21	Open	01/30/18	250,000.00	250,000.00	250,000.00	0.00	0.00	0.00	974.31	974.31
	18-0065	501798LQ3	LCA BANK CORPORATION 2.60 02/28/22	Open	02/28/18	246,000.00	246,000.00	246,000.00	0.00	0.00	0.00	568.53	568.53
	18-0067	856285JS1	ST BK IND NYC 3.00 03/06/23	Open	03/06/18	246,000.00	246,000.00	246,000.00	0.00	0.00	0.00	533.00	533.00
	18-0068	254673MW3	DISCOVER BANK 2.65 03/08/21	Open	03/07/18	246,000.00	246,000.00	246,000.00	0.00	0.00	0.00	416.49	416.49
	18-0070	75272LAD8	RANDOLPH SAVINGS BANK 2.60 03/09/22	Open	03/09/18	246,000.00	246,000.00	246,000.00	0.00	0.00	0.00	408.63	408.63
	Certificate of Deposit Total					4,834,000.00	4,834,000.00	4,834,000.00	0.00	0.00	15,222.37	6,178.95	6,178.95
FFCB	17-0010	3133EGNK7	FFCB 1.32 07/27/20	07/27/17	07/27/16	3,000,000.00	3,000,000.00	2,915,704.98	0.00	0.00	59,400.00	7,040.00	7,040.00
	17-0022	3133EGVJ1	FFCB 1.16 09/26/19	09/26/17	09/27/16	3,000,000.00	3,000,000.00	2,939,214.18	0.00	96.67	52,200.00	483.33	580.00
	17-0077	3133EHMG5	FFCB 1.80 03/12/21	09/12/17	06/22/17	2,000,000.00	2,000,000.00	1,958,033.44	1,400.00	5,000.00	27,000.00	1,900.00	2,900.00
	18-0052	3133EHL4	FFCB 2.15 07/26/22	01/29/18	01/23/18	1,850,000.00	1,850,000.00	1,814,332.04	20,442.50	9,778.02	9,943.75	7,181.60	16,793.89
	18-0053	3133EHL9	FFCB 2.00 07/19/21	07/19/18	01/23/18	1,769,000.00	1,761,401.34	1,738,590.16	4,784.34	0.00	0.00	6,682.89	7,076.00
	18-0063	3133EJCG2	FFCB 2.73 02/14/22	02/14/19	02/27/18	2,000,000.00	1,998,195.95	2,016,177.22	195.95	0.00	0.00	5,156.67	7,128.34
	FFCB Total					13,619,000.00	13,609,597.29	13,382,052.02	26,822.79	14,874.69	148,543.75	28,444.49	41,518.23
FHLB	16-0063	313383EP2	FHLB 1.25 06/20/18	09/20/16	06/20/16	2,975,776.00	2,975,776.00	2,965,413.66	-5,951.55	0.00	55,795.76	10,435.88	10,435.88
	16-0071	3130A8JZ7	FHLB 1.22 12/30/19	06/30/17	06/30/16	2,900,000.00	2,900,000.00	2,834,177.63	0.00	0.00	53,070.00	8,943.28	8,943.28
	17-0034	3130A8RP0	FHLB 1.05 10/26/18	10/26/16	10/11/16	2,000,000.00	2,000,000.00	1,981,037.60	400.00	4,812.50	26,250.00	9,041.67	13,416.67
	17-0046	3130AAQV3	FHLB 1.67 04/30/20	01/30/18	02/02/17	2,400,000.00	2,400,000.00	2,361,062.14	0.00	6,828.44	40,080.00	6,791.33	7,014.00
	17-0049	3130A4Z54	FHLB 0.95 04/27/18	Open	02/06/17	1,000,000.00	1,000,007.26	995,899.97	-112.74	2,612.50	9,500.00	4,063.89	6,676.39
	17-0066	3130AAQB7	FHLB 2.00 08/16/21	02/16/18	02/16/17	2,000,000.00	2,000,000.00	1,964,404.74	0.00	0.00	40,000.00	5,000.00	5,000.00
	FHLB Total					13,275,776.00	13,275,783.26	13,101,995.74	-5,664.29	14,253.44	224,695.76	44,276.05	51,486.22
FHLMC	16-0051	3134G9JT5	FHLMC 1.35 11/26/19	08/26/16	05/26/16	1,500,000.00	1,500,000.00	1,472,015.01	525.00	0.00	30,375.00	7,031.25	7,031.25
	16-0052	3134G9KW6	FHLMC 1.35 11/26/19	08/26/16	05/26/16	2,000,000.00	2,000,000.00	1,962,886.68	2,200.00	0.00	40,500.00	9,375.00	9,375.00
	16-0053	3134G9NL7	FHLMC 1.18 05/24/19	05/24/17	05/31/16	2,000,000.00	2,000,000.00	1,969,037.82	0.00	63.37	35,006.66	8,325.56	8,325.56
	16-0059	3134G9NE3	FHLMC 1.20 06/14/19	06/14/17	06/14/16	2,000,000.00	2,000,000.00	1,968,276.32	0.00	0.00	36,000.00	7,133.33	7,133.33
	16-0066	3134G9XB8	FHLMC 1.00 12/28/18	12/28/16	06/28/16	2,000,000.00	2,000,000.00	1,975,186.76	500.00	0.00	30,000.00	5,166.67	5,166.67
	16-0068	3134G9VS3	FHLMC 1.00 12/28/18	12/28/16	06/28/16	1,000,000.00	1,000,000.00	987,593.38	0.00	0.00	15,000.00	2,583.33	2,583.33
	16-0070	3134G9WJ2	FHLMC 1.20 09/30/19	09/30/16	06/30/16	1,000,000.00	1,000,000.00	980,339.82	0.00	0.00	21,000.00	33.33	33.33
	16-0072	3134G9YA9	FHLMC 1.01 09/28/18	12/28/16	06/30/16	2,000,000.00	2,000,000.00	1,982,240.66	0.00	2,581.11	35,350.00	168.33	224.44
	17-0016	3134G9W37	FHLMC 1.45 08/10/20	11/10/16	08/10/16	1,500,000.00	1,500,000.00	1,462,455.17	0.00	0.00	32,625.00	3,081.25	3,081.25
	17-0035	3134GAPV0	FHLMC 1.03 10/12/18	01/12/17	10/12/16	2,000,000.00	2,000,000.00	1,981,602.84	0.00	0.00	20,600.00	9,670.56	9,670.56
	18-0064	3134GSDN2	FHLMC 2.70 02/15/22	02/15/19	02/27/18	2,500,000.00	2,498,872.80	2,517,116.65	122.80	0.00	0.00	6,375.00	8,625.00
	18-0072	3134GSGF6	FHLMC 2.625 09/15/21	03/15/19	03/15/18	2,000,000.00	2,000,000.00	2,009,970.90	0.00	0.00	0.00	2,333.33	2,333.33
	FHLMC Total					21,500,000.00	21,498,872.80	21,268,522.01	3,347.80	2,644.48	296,456.66	61,276.94	63,583.05
FNMA	16-0046	3135G0J95	FNMA 1.35 10/28/19	10/28/16	05/19/16	1,000,000.00	1,000,000.00	982,319.74	1,000.00	787.50	20,250.00	5,737.50	6,525.00
	16-0048	3136G3MQ5	FNMA 1.30 11/25/19	11/25/16	05/25/16	2,000,000.00	2,000,000.00	1,960,667.16	0.00	0.00	39,000.00	9,100.00	9,100.00
	16-0067	3136G3TR6	FNMA 1.05 06/28/19	06/28/17	06/28/16	2,000,000.00	2,000,000.00	1,962,209.80	0.00	0.00	31,500.00	5,425.00	5,425.00
	17-0011	3136G3L37	FNMA 1.125 10/28/19	07/28/17	07/28/16	2,000,000.00	2,000,000.00	1,955,556.96	0.00	0.00	33,750.00	3,937.50	3,937.50
	17-0025	3136G34K8	FNMA 1.125 09/09/19	03/09/17	09/28/16	2,500,000.00	2,500,000.00	2,449,271.38	1,250.00	1,484.38	42,187.50	1,718.75	3,203.13
	17-0048	3136G4KD4	FNMA 1.75 06/29/20	06/29/17	02/03/17	2,000,000.00	2,000,000.00	1,968,605.38	0.00	3,305.56	35,000.00	8,944.44	12,250.00
	18-0054	3134G95P8	FNMA STEP 1.625 08/25/21	02/25/18	01/26/18	2,000,000.00	2,000,000.00	1,936,260.80	15,000.00	13,631.94	16,250.00	3,500.00	16,861.11
	18-0055	3136G3ZP3	FNMA STEP 1.50 07/28/21	04/28/18	01/23/18	2,000,000.00	1,999,447.86	1,928,924.42	1,447.86	14,583.33	15,000.00	5,250.00	19,833.33
	18-0056	3136G4QE6	FNMA 2.20 10/26/22	10/26/18	01/23/18	2,250,000.00	2,227,320.14	2,207,225.61	7,463.61	0.00	0.00	9,350.00	21,312.50

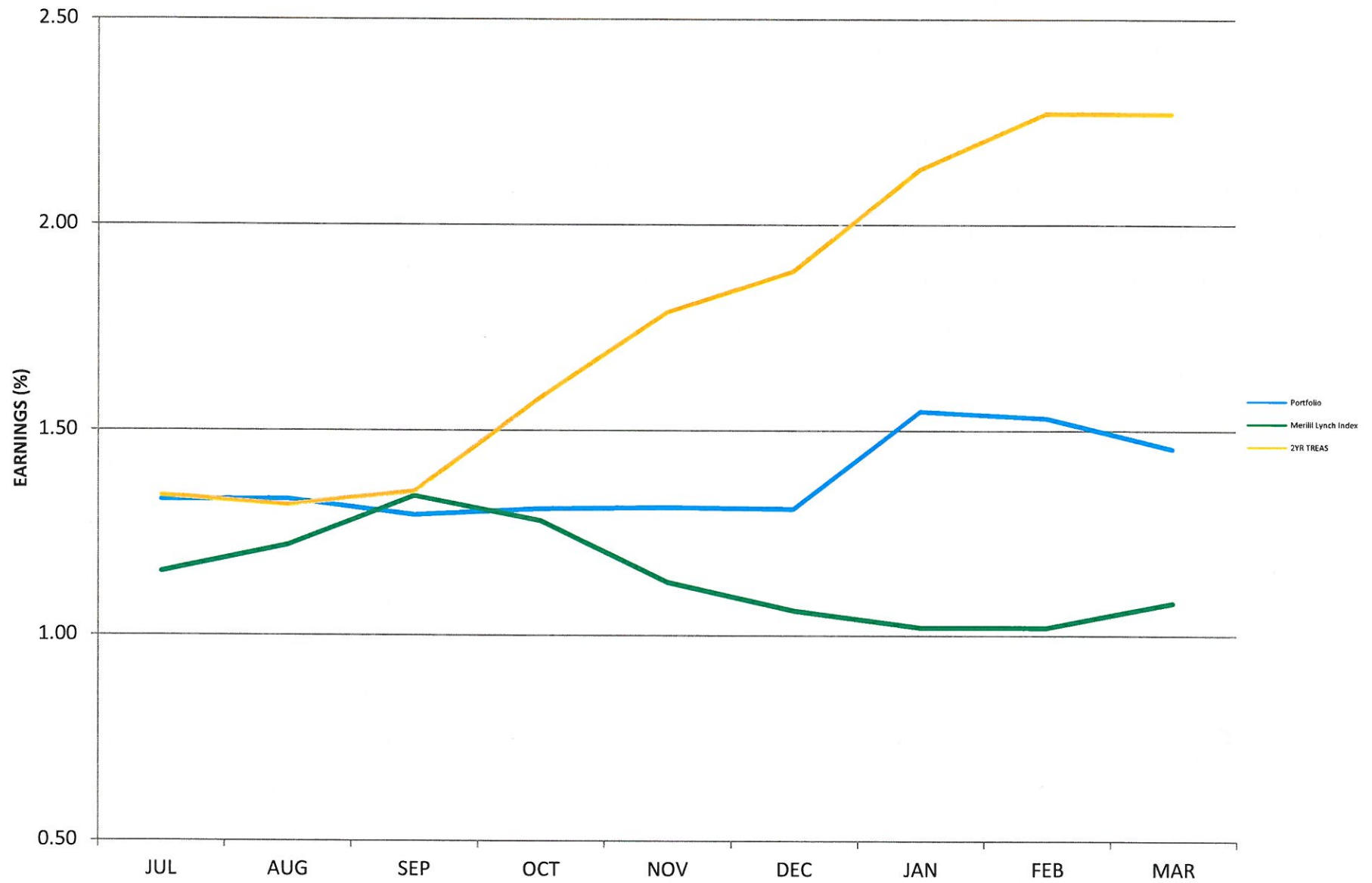
Money Market	FNMA Total						17,750,000.00	17,726,768.00	17,351,041.25	26,161.47	33,792.71	232,937.50	52,963.19	98,447.57	
	AR-0001	MMKT FED - 5000638	Money Market	Open	07/01/99	159.25	159.25	159.25	0.00	0.00	0.00	1,652,553.58	0.00	0.00	
	AR-0006	TARC FED - 4485281	Money Market	Open	07/01/99	0.00	0.00	0.00	0.00	0.00	0.00	30.61	0.00	0.00	
	AR-0058	MMKT 5/3	Money Market	Open	12/19/17	10,023,665.79	10,023,665.79	10,023,665.79	0.00	0.00	0.00	23,665.79	0.00	0.00	
	Money Market Total					10,023,825.04	10,023,825.04	10,023,825.04	0.00	0.00	0.00	1,676,249.98	0.00	0.00	
Municipal Bond	15-0025	581760AC9	MCLAREN CNTY MI 1.964 05/15/18	Open	04/02/15	730,000.00	730,408.13	731,146.84	-9,811.87	0.00	0.00	37,635.15	5,416.28	5,495.93	
	15-0045	613357AF9	MONTG CO 2.44 11/01/19	Open	06/25/15	500,000.00	504,944.18	502,146.12	-8,305.82	1,830.00	0.00	30,500.00	5,083.33	6,913.33	
	16-0065	64971WF39	NYC TRAN FIN AUTH-SUB 1.69 02/01/21	Open	06/23/16	1,350,000.00	1,355,214.86	1,318,400.74	-3,141.64	4,999.58	0.00	40,559.99	3,802.50	7,731.75	
	17-0004	047681N20	ATLANTA ETC REC 2.41 12/01/19	Open	07/22/16	720,000.00	732,533.09	722,505.36	-12,436.51	2,440.96	0.00	25,967.17	5,784.00	8,242.20	
	17-0012	555542LS6	MACON-BIBB CNTY GA 3.00 12/01/20	Open	08/01/16	425,000.00	442,167.77	432,725.56	-10,397.73	2,104.72	0.00	19,064.17	4,250.00	6,375.00	
	17-0027	64990E4G9	NY DORM AUTH C-TXBL 1.10 02/15/20	Open	09/30/16	1,000,000.00	1,000,000.00	972,700.55	0.00	1,138.20	0.00	15,552.78	1,405.56	1,833.34	
	17-0028	64990EEL7	NYS DORM AUTH C-TXBL 2.12 03/15/21	Open	09/30/16	2,000,000.00	2,032,794.39	1,978,957.52	-16,105.61	1,766.67	0.00	63,600.00	1,884.44	3,651.11	
	17-0029	64971WN97	NY TRANSITION TXBL 1.35 08/01/20	Open	09/30/16	2,625,000.00	2,637,051.06	2,552,913.67	-7,583.94	4,162.27	0.00	48,135.94	5,906.25	6,693.75	
	17-0032	597137GZ5	MIDDLETOWN OH 2.053 12/01/20	Open	10/07/16	400,000.00	406,285.04	395,776.30	-3,390.96	2,831.62	0.00	12,257.17	2,737.33	5,429.04	
	17-0051	696624AV7	CA PTDDEV 2.75 10/01/22	Open	02/06/17	1,000,000.00	997,897.82	1,007,200.85	517.82	3,235.92	0.00	18,409.72	13,750.00	14,208.33	
	17-0059	485429Y32	KANSAS ST DEV AUTH 2.608 04/15/20	Open	02/08/17	775,000.00	785,919.86	780,569.34	-5,951.89	6,344.32	0.00	20,212.00	9,319.98	15,664.30	
	17-0075	041042ZV7	ARKANSAS ST 2.875 06/01/21	Open	06/09/17	800,000.00	825,659.29	811,488.04	-6,340.71	511.11	0.00	11,500.00	7,666.67	8,177.78	
	17-0076	64966HYC8	NEW YORK GO 4.774 03/01/20	Open	06/27/17	1,000,000.00	1,053,831.96	1,058,009.71	-20,828.04	15,382.89	0.00	47,740.00	3,978.33	19,361.22	
	18-0071	64966MWH8	NYC GO 2.80 03/01/22	Open	03/13/18	2,500,000.00	2,510,844.40	2,527,263.35	-130.60	0.00	0.00	0.00	3,750.00	3,750.00	0.00
		Municipal Bond Total					15,825,000.00	16,015,551.85	15,791,803.95	-103,907.50	46,748.26	391,134.00	74,734.67	113,527.08	
	Treasury Note	14-0020	912828VK3	Treasury Note 1.375 06/30/18	Open	04/29/14	390,000.00	389,929.28	388,928.14	1,087.09	1,762.81	0.00	21,450.00	1,348.03	3,110.84

Total Portfolio Asset Allocation as of 3/31/2018



PORTFOLIO PERFORMANCE

Portfolio Performance as of 3/31/18



DATA ANALYSIS

Metro Cash Position

Overall cash position is down this month. Nothing alarming as we see similar dips in cash in previous years for the month of March. The most notable reasons being the decrease in funds received for property taxes for March and, for this year specifically, there were 3 pay periods that hit the month of March. With the April 15th tax deadline looming, a large influx of cash is expecting in the coming months.

Asset Allocation

The portfolio value increased by approximately \$3.75 million in the month of March. The following activity occurred during the month of March:

- Purchases
 - \$750 thousand CD's
 - \$2 million FHLMC
 - \$2.5 million Muni
- Maturities
 - \$1 million Muni
 - \$500 thousand Muni

There was a small 1% increase in the allocation of assets but otherwise, no significant changes to report.

Maturity Distribution

Starting to see a more structured ladder over recent months. The target structure lies in the range of \$15-\$20 million maturing each year as a base with additional funds placed in the ranges that make the most sense at that particular time. The purchases this month increased the 2022 range to help achieve this more evenly balanced structure. As a result of the purchases the WAM of the portfolio increased from 1.85 to 1.91 years.

Portfolio Performance

Portfolio performance continues to lag behind the 2yr Treasury rate. With limited funds available to capitalize on the increasing rates, it will be difficult to change this. We will continue to evaluate cash balances for investment opportunities to help increase return while maintaining preservation of principal.

ECONOMIC UPDATE

ECONOMIC UPDATE

The first quarter of 2018 has come to an end and there were some positives to report. Wages and salaries were up and personal income came in line with expectations. Jobless claims fell to 215K, the lowest reading in 45 years and GDP was revised up to 2.9% Add to the fact that the Fed increased rates another 25 bps and all in all, it was good news to report for the last week of March.

Despite all the positivity, there were of course negatives at both the federal and local levels. Turnover in the White House continues to be a topic of conversation and does nothing to help market volatility. We're also seeing a lot of posturing and retaliation in regards to the tariffs in recent weeks. The fear of trade wars has had an effect on the market albeit minimal to this point thanks in part to the recognition that negotiations are likely in the future between the US and China before any real tariffs take effect. With all of the uncertainty, the yield curve has continued to flatten and spreads as of early April are hovering near 50 bps between the 2yr – 10yr.

While there is uncertainty on the Federal level, there's plenty to go around at the state level too. Talks of pension reform and how to handle that problem is still being determined but the latest "hot topic" is the tax reform bill that awaits Governor Bevin's approval. The bill will undoubtedly have a large impact to Metro as it relates to now taxing new goods/services (think golf) and proposes flat tax rates in lieu of the tiered system. It will be interesting to see how it plays out as Bevin has stated he is "very concerned" in regards to the fiscal responsibility of the bill and is considering vetoing it. Of course the House and Senate have indicated that they are prepared to override that veto so how this plays out will be interesting.

Aside from that, you also have the pension bill that affects Metro. Bevin has already vetoed the phase-in portion of the bill which would place Metro facing an increase of \$38 million next year. This is a whole other problem to figure out as the Attorney General has brought up the possibility of a lawsuit based on the fact that pension reform was slid into a sewage bill and had no actuarial study performed. House leaders have indicated that they will consider Bevin's suggestion to revise the bill before session ends on April 14th but House members believe all provisions of the bill are important.

In short, rates continue to rise amongst strong economic numbers but there appears to be plenty of volatility to go around on both the national and local scene. Some issues will be resolved quicker than others but regardless of timing, these issues will have an impact on Metro both directly and indirectly.

Total Portfolio Shock Table

Lou / Jeff Cty Metro Finance

Effective Interest - Actual Life

Receipts in Period

3/31/2018

<i>Data Category</i>	<i>Down 300</i>	<i>Down 200</i>	<i>Down 100</i>	<i>Current</i>	<i>Up 100</i>	<i>Up 200</i>	<i>Up 300</i>
Current Par	97,217,601.04	97,217,601.04	97,217,601.04	97,217,601.04	97,217,601.04	97,217,601.04	97,217,601.04
Amor. Cost	97,325,342.53	97,325,342.53	97,325,342.53	97,325,342.53	97,325,342.53	97,325,342.53	97,325,342.53
Market Value	95,880,586.83	95,967,780.60	96,054,974.38	96,142,168.15	96,229,361.93	96,316,555.71	96,403,749.48
% Change	-0.27 (0.09)	-0.18 (0.09)	-0.09 (0.09)	0.00 (0.09)	0.09 (0.09)	0.18 (0.09)	0.27 (0.09)
Market Price	98.62	98.71	98.8	98.89	98.98	99.07	99.16
Market Yield	2.5681	2.4811	2.3944	2.3077	2.2212	2.1349	2.0487
Gain / Loss	-1,444,755.70	-1,357,561.93	-1,270,368.15	-1,183,174.38	-1,095,980.60	-1,008,786.82	-921,593.05

The table above represents the interest rate risk of the investment portfolio of individual fixed incomes securities. By adjusting current market rates and by using the matrix pricing technique, the portfolio was subjected to an immediate interest rate shock of plus or minus 300 basis points. The results in weighted average total is presented above which details the projected market value, market price, total unrealized gain (loss) and percentage market value change from the current interest rate environment.